

CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF FINANCIAL POSITION
AS OF 31 MARCH 2014

All amounts are in thousand Bulgarian Levs

	As at 31.03.2014	As at 31.12.2013
ASSETS		
Cash and balances with the Central Bank	899,961	930,904
Placements with and advances to banks	282,104	293,717
Receivables under repurchase agreements	51,958	48,664
Financial assets held for trading	252,740	131,833
Loans and advances to customers, net	1,814,651	1,771,998
Other assets	62,475	57,406
Financial assets available for sale	201,200	206,237
Financial assets held to maturity	127,684	160,252
Investments in subsidiaries	57,978	58,662
Property, plant, and equipment	83,881	82,039
Non-current assets held for sale	3,521	3,521
TOTAL ASSETS	3,838,153	3,745,233
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Deposits from banks	13,397	16,125
Loans from banks	7,177	7,072
Amounts owed to other depositors	3,370,825	3,278,227
Other attracted funds	244	290
Issued bonds	70,646	69,897
Other liabilities	15,755	17,303
TOTAL LIABILITIES	3,478,044	3,388,914
SHAREHOLDERS' EQUITY		
Issued capital	113,154	113,154
Premium reserve	79,444	79,444
Reserves, including retained earnings	163,488	153,343
Revaluation reserve	797	233
Current year profit	3,226	10,145
TOTAL SHAREHOLDERS' EQUITY	360,109	356,319
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	3,838,153	3,745,233
Commitments and contingencies	165,878	163,478

George Konstantinov
Executive Director

Tihomir Atanassov
Procurator

Yordan Hristov
Chief accountant



CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF CASH FLOWS
AS AT 31 MARCH 2014

All amounts are in thousand Bulgarian Levs

	As at 31.03.2014	As at 31.12.2013
Cash flows from operating activities:		
Profit before taxes	3,584	3,461
Depreciation and amortization	1,844	1,879
Unrealized losses/(gains) from revaluation of financial assets held for trading	(2,785)	(655)
Increase (decrease) of provisions for liabilities and loans impairment allowances	(622)	2,500
Net cash flows before working capital changes	2,021	7,185
Change in operating assets:		
(Increase) / decrease in placements with, and advances to, banks with maturities above 90 days	702	(999)
(Increase) / decrease in receivables under repurchase agreements	(3,294)	(2,087)
(Increase) / decrease in financial assets held for trading	(118,122)	(36,139)
(Increase) / decrease in loans and advances to customers	(42,031)	(9,373)
(Increase) / decrease in other assets	(4,743)	(2,841)
(Increase) / decrease in non-current assets held for sale	-	(138)
	(167,488)	(51,577)
Change in operating liabilities:		
Increase / (decrease) in deposits from banks	(2,728)	29,087
Increase / (decrease) in loans from banks	105,	(35,812)
Increase / (decrease) in liabilities under repurchase agreements	-	44,920
Increase / (decrease) in liabilities to other depositors	92,598	(28,486)
Increase / (decrease) in other attracted funds	(46)	(138)
Increase / (decrease) in subordinated debt	-	506
Increase / (decrease) in other liabilities	(1,548)	(2,408)
	88,381	7,669
NET CASH FLOWS FROM OPERATING ACTIVITIES	(77,086)	(36,723)
Cash flows from investing activities		
(Acquisitions) of property, plant, and equipment, net	(3,686)	(10,071)
(Acquisitions) of financial assets available for sale, net	5,601	(27,946)
(Acquisitions) of financial assets held to maturity, net	32,568	25,689
NET CASH FLOWS USED IN INVESTING ACTIVITIES	34,483	(12,328)
Cash flows from financing activities		
Increase / (decrease) in the issued bonds	749	-
NET CASH FLOW FROM FINANCING ACTIVITY	749	-
DECREASE IN CASH AND CASH EQUIVALENTS, NET	(41,854)	(49,051)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR	1,220,877	1,052,161
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	1,179,023	1,003,110

George Konstantinov
Executive Director

Tihomir Atanassov
Procurator

Yordan Hristov
Chief accountant



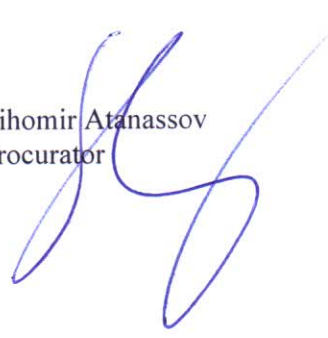
CENTRAL COOPERATIVE BANK AD

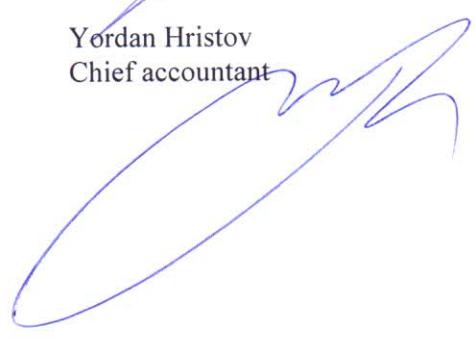
SEPARATE STATEMENT OF COMPREHENSIVE INCOME
AS OF 31 MARCH 2014

All amounts are in thousand Bulgarian Levs

	As at 31.03.2014	As at 31.12.2013
Interest income	35,946	38,123
Interest expenses	(27,335)	(24,254)
Net interest income	<u>8,611</u>	<u>13,869</u>
Fees and commissions income	9,437	8,464
Fees and commissions expenses	(1,306)	(1,155)
Net fees and commissions income	<u>8,131</u>	<u>7,309</u>
Gains from transactions with securities, net	2,648	(1,588)
Foreign exchange rate gains, net	(22)	4,663
Other operating income, net	247	184
Operating expenses	(16,653)	(18,476)
Impairment and uncollectability income (expenses), net	<u>622</u>	<u>(2,500)</u>
Profit for the period before taxes	3,584	3,461
Taxes	(358)	(346)
PROFIT FOR THE PERIOD	<u><u>3,226</u></u>	<u><u>3,115</u></u>
Earnings per share (in BGN)	0.03	0.03
Other comprehensive income after taxes	<u>564</u>	<u>(1,017)</u>
Revaluation of financial assets held for sale	<u>564</u>	<u>(1,017)</u>
TOTAL COMPREHENSIVE INCOME AFTER TAXES	<u><u>3,790</u></u>	<u><u>2,098</u></u>


George Konstantinov
Executive Director


Tihomir Atanasov
Procurator


Yordan Hristov
Chief accountant



CENTRAL COOPERATIVE BANK AD

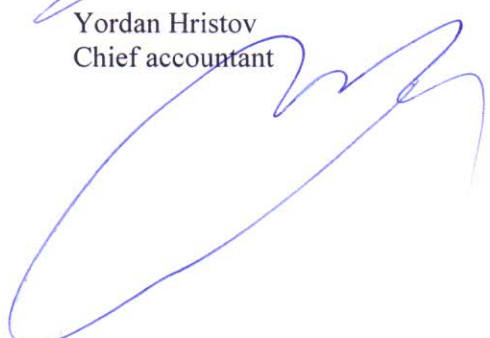
SEPARATE STATEMENT OF CASH FLOWS
AS AT 31 MARCH 2014

All amounts are in thousand Bulgarian Levs

	Issued paid in capital	Premium reserve	Reserves, including retained earnings	Revaluation reserve	Profit for the year	Total
BALANCE AS OF 31 DECEMBER 2012	113,154	79,444	143,257	1,293	10,086	347,234
Transfer of net profit for the year ended 31 December 2012, to retained earnings	-	-	10,086	-	(10,086)	-
Net profit for the period ended 31 March 2013	-	-	-	-	3,115	3,115
Other comprehensive income for the period ended 31 March 2013	-	-	-	(1,017)	-	(1,017)
BALANCE AS OF 31 MARCH 2013	113,154	79,444	153,343	276	3,115	349,332
BALANCE AS OF 31 DECEMBER 2013	113,154	79,444	153,343	233	10,145	356,319
Transfer of net profit for the year ended 31 December 2013, to retained earnings	-	-	10,145	-	(10,145)	-
Net profit for the period ended 31 March 2014	-	-	-	-	3,226	3,226
Other comprehensive income for the period ended 31 March 2014	-	-	-	564	-	564
BALANCE AS OF 31 MARCH 2014	113,154	79,444	163,488	797	3,226	360,109


George Konstantinov
Executive Director


Tihomir Atanassov
Procurator


Yordan Hristov
Chief accountant



EXPLANATORY NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THIRD QUARTER OF 2013 OF CENTRAL COOPERATIVE BANK AD

The present explanatory notes to the interim consolidated financial statements of Central Cooperative Bank AD, Sofia (the mother Bank) concern the activity of Central Cooperative Bank AD, Sofia and the subsidiaries, controlled by it: Central Cooperative Bank AD, Skopje, the Republic of Macedonia (subsidiary), CCB Assets Management EAD (subsidiary) and ZAO AKB "TatInvestBank", Kazan, the Republic of Tatarstan, Russian Federation (subsidiary) as a single reporting unit (the Group).

1. Information about the accounting policy

During the third quarter of 2013 the Group applied the same accounting policy and the same methods of evaluation, as upon the preparation of the annual consolidated financial statements for 2012.

During the third quarter of 2013 the financial assets, held for trading and for sale are evaluated at fair value, when for them there is a quotation on an active market, and when this quotation is not present, they are evaluated at acquisition cost.

During the third quarter of 2013 the financial assets, held to maturity are reported at amortized value according to the effective interest rate method and are not devaluated, due to the lack of indicators of the potential devaluation of these assets.

During the third quarter of 2013 the loans with a fixed maturity, which initially originated at the Bank, are recorded at amortized value according to the effective interest rate method and are devaluated under conditions, proving the decrease in the loans value.

During the third quarter of 2013 the Group performed everyday revaluation of all foreign exchange assets and liabilities and conditional positions according to the BNB reference rate for the respective day.

2. Information about the seasonality or cycles of the interim operations

During the third quarter of 2013 no interim operations were performed, stemming from the specific seasonality or cycles. All the interim operations during this period stem from the ordinary activity of the Group.

3. Information about unusual in amount and character assets, liabilities, shareholders' equity, income and expenses.

During the third quarter of 2013 no extraordinary positions occurred with regard to the assets, the liabilities, the shareholders' equity, the income and expenses. The total assets in the report on the financial condition of the Group as at 30.09.2013 increased compared to 31.12.2012 and reach BGN 3 710 119 thousand. In this quarter no operations were recorded associated with the extraordinary items of the statement of the comprehensive income, as a result of which the financial result as at 30.09.2013 comes only from income and expenses, concerning the ordinary activity of the Group.

In the third quarter of 2013 there is no change in the shareholder participation of the mother Bank in the subsidiary Central Cooperative Bank AD, Skopje, the Republic of Macedonia, as a result of which as at 30 September 2013 Central Cooperative Bank AD Sofia has 483,121 ordinary shares of the capital of Central Cooperative Bank AD Skopje, the Republic of Macedonia, which is 87,35 % of the capital of the subsidiary.

During the third quarter of 2013 there is no change in the shareholder participation of the mother Bank in the subsidiary "CCB Assets Management" EAD, as a result of which as at 30 September 2013 Central Cooperative Bank AD, Sofia has 500 000 ordinary shares of the capital of "CCB Assets Management" EAD, which is 100 % of the capital of the subsidiary.

During the third quarter of 2013 there is no change in the shareholder participation of the mother Bank in the subsidiary ZAO AKB "TatInvestBank", Kazan, the Republic of Tatarstan, Russian Federation, as a result of which as at 30 September 2013 Central Cooperative Bank AD, Sofia has 16 425 981 ordinary shares in the capital of ZAO AKB "TatInvestBank", Kazan, the Republic of Tatarstan, Russian Federation, which is 55.93 % of the capital of the subsidiary.

4. Information about the issued, repurchased and repaid debt and equity securities.

During the third quarter of 2013 the Group does not have any issued, repurchased or repaid debt and capital securities.

5. Information about the accrued /paid / dividends.

During the third quarter of 2013 the Group did not accrue or did not pay dividends to its shareholders.

6. Events after the statements date

After the end of the third quarter of 2013 no events have occurred, which have a significant impact on the future development of the Group.

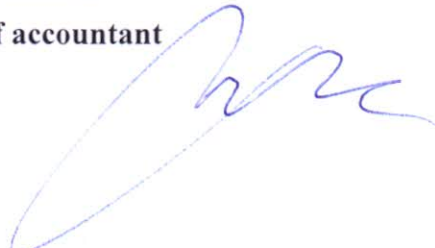
7. Information about the changes in the conditional assets and liabilities

During the third quarter of 2013 compared to 31.12.2012 there are changes in the direction of an increase in the conditional assets of the Group, concerning mostly the assets provided by the clients as loan collateral. With respect to the conditional liabilities during the period there are changes in the direction of an increase in liabilities amount compared to 31.12.2012, whereas the increase concerns provided by the Group guarantees and commitments under concluded contracts for the granting of loans.

Ivaylo Donchev
Executive Director



Yordan Hristov
Chief accountant



Tihomir Atanasov
Procurator

